GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:3524
ANSWERED ON:20.08.2004
DEEMED EXPORT FACILITIES TO DOMESTIC MANUFACTURERS
Aaron Rashid Shri J.M.

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether as a part of modification in export import policy, the DG Foreign Trade is reviewing the need to extend the benefits of deemed exports to domestic corporate sector in key areas where custom duty on supplies is zero;

(b) if so, the extent to which this will help in removing the disparity between custom fee or concessional import duty for some supplies without offering the deemed benefits to domestic manufacturers of similar supplies; and

(c) the complete details in this regard indicating the deemed export facilities to be given to domestic manufacturers?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI E.V.K.S. ELANGOVAN)

(a) to (c) Under the current Export & Import Policy, benefits of deemed exports have been extended to domestic suppliers to enable them to compete with direct import. The benefits available are - (a) Advance Licence for intermediate supply/deemed export/DFRC (b) Deemed Exports Drawback and (c) Refund of Terminal Excise duty.

The review of the EXIM Policy is a continuous process and suggestions are incorporated wherever feasible in public interest.